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**LOUISIANA DELTA COMMUNITY
COLLEGE FOUNDATION**

**Financial Statements
For the Years Ended June 30, 2006 and 2005**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 9/6/06

 Luffey
Huffman
& Monroe
(A Professional Accounting Corporation)
CERTIFIED PUBLIC ACCOUNTANTS

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For the Years Ended June 30, 2006 and 2005**

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Francis I. Huffman, CPA
L. Fred Monroe, CPA
Esther Atteberry, CPA

John L. Luffey, MBA, CPA (1963-2002)

INDEPENDENT AUDITORS' REPORT

**Board Of Directors
Louisiana Delta Community College Foundation
Monroe, Louisiana**

We have audited the accompanying statements of financial position of the **Louisiana Delta Community College Foundation** (the Foundation) as of June 30, 2006 and 2005 and the related statements of activities and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of June 30, 2006 and 2005, and the changes in its net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The Supplementary Information listed in the Table of Contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

(A Professional Accounting Corporation)

July 20, 2006

Financial Statements

**LOUISIANA DELTA COMMUNITY COLLEGE FOUNDATION
STATEMENTS OF FINANCIAL POSITION**

	June 30, 2006		
	Unrestricted	Temporarily Restricted	Total
ASSETS			
Cash	\$ 17,955	\$ 19,848	\$ 37,803
Investment	-	54,118	54,118
Pledges Receivable	-	-	-
Prepaid Insurance	2,044	-	2,044
TOTAL ASSETS	\$ 19,999	\$ 73,966	\$ 93,965
LIABILITIES AND NET ASSETS			
Liabilities			
Accounts Payable	\$ -	\$ -	\$ -
Total Liabilities	-	-	-
Net Assets			
Unrestricted	19,999	-	19,999
Temporarily Restricted	-	73,966	73,966
Total Net Assets	19,999	73,966	93,965
TOTAL LIABILITIES AND NET ASSETS	\$ 19,999	\$ 73,966	\$ 93,965

The accompanying notes are an integral part of these statements.

June 30, 2005

Unrestricted	Temporarily Restricted	Total
\$ 7,694	\$ 18,619	\$ 26,313
-	52,671	52,671
5,000	2,000	7,000
2,244	-	2,244
\$ 14,938	\$ 73,290	\$ 88,228
\$ 500	\$ -	\$ 500
500	-	500
14,438	-	14,438
-	73,290	73,290
14,438	73,290	87,728
\$ 14,938	\$ 73,290	\$ 88,228

**LOUISIANA DELTA COMMUNITY COLLEGE FOUNDATION
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED**

	June 30, 2006		
	Unrestricted	Temporarily Restricted	Total
Support and Revenues			
Contributions	\$ 19,215	\$ 1,675	\$ 20,890
Net Revenue from Special Event			
Special Event Revenue	5,615	-	5,615
Costs of Direct Benefits to Donors	(4,091)	-	(4,091)
Interest Income	146	1,447	1,593
	<u>20,885</u>	<u>3,122</u>	<u>24,007</u>
Net Assets Released from Restrictions	<u>2,446</u>	<u>(2,446)</u>	<u>-</u>
	<u>23,331</u>	<u>676</u>	<u>24,007</u>
Expenses			
Program Services			
Scholarships	5,431	-	5,431
Workforce Development	5,856	-	5,856
Total Program Services	<u>11,287</u>	<u>-</u>	<u>11,287</u>
Supporting Services			
Management and General	<u>6,483</u>	<u>-</u>	<u>6,483</u>
	<u>17,770</u>	<u>-</u>	<u>17,770</u>
Increase (Decrease) in Net Assets	5,561	676	6,237
Net Assets at Beginning of Year	<u>14,438</u>	<u>73,290</u>	<u>87,728</u>
NET ASSETS AT END OF YEAR	<u>\$ 19,999</u>	<u>\$ 73,966</u>	<u>\$ 93,965</u>

The accompanying notes are an integral part of these statements.

June 30, 2005

<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
\$ 12,489	\$ 3,423	\$ 15,912
-	-	-
-	-	-
74	1,408	1,482
<u>12,563</u>	<u>4,831</u>	<u>17,394</u>
<u>2,276</u>	<u>(2,276)</u>	<u>-</u>
<u>14,839</u>	<u>2,555</u>	<u>17,394</u>
10,556	-	10,556
-	-	-
<u>10,556</u>	<u>-</u>	<u>10,556</u>
10,127	-	10,127
<u>20,683</u>	<u>-</u>	<u>20,683</u>
(5,844)	2,555	(3,289)
<u>20,282</u>	<u>70,735</u>	<u>91,017</u>
<u>\$ 14,438</u>	<u>\$ 73,290</u>	<u>\$ 87,728</u>

**LOUISIANA DELTA COMMUNITY COLLEGE FOUNDATION
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED**

	June 30,	
	2006	2005
Cash Flows From Operating Activities		
Increase (Decrease) in Net Assets	\$ 6,237	\$ (3,289)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Changes in assets and liabilities:		
Pledges receivable - Unrestricted	5,000	10,310
Pledges receivable - Restricted	2,000	(950)
Prepaid insurance	200	(2,244)
Accounts payable	(500)	500
Net cash provided by operating activities	12,937	4,327
Cash Flows from Investing Activities		
Purchase of investment	(1,447)	(1,408)
Increase in Cash	11,490	2,919
Cash at Beginning of Year	26,313	23,394
Cash at End of Year	\$ 37,803	\$ 26,313

The accompanying notes are an integral part of these statements.

LOUISIANA DELTA COMMUNITY COLLEGE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2006 AND 2005

Note 1 - Organization

The Louisiana Delta Community College Foundation (the Foundation) is an autonomous fund-raising foundation that raises funds for the benefit of Louisiana Delta Community College (the College). Its purpose is to promote the educational and cultural welfare of the College. Its purpose, also, is to develop, expand and improve the College's facilities so as to provide broader educational advantages and opportunities, encourage educational advancement, and increase the College's usefulness to the citizens of Louisiana. Support is received through gifts, grants or bequests. Program services include scholarships, academic support, departmental funding and workforce development.

Note 2 - Summary of Significant Accounting Policies

A. Basis of Presentation

The financial statements have been prepared on the accrual basis and in conformity with Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements for Not-For-Profit Organizations*.

B. Financial Statement Classification

The net assets of the Foundation are reported as follows:

1. Unrestricted – includes all resources to be used in support of the Foundation's operations at the sole discretion of the Foundation.
2. Temporarily Restricted – includes amounts that have been donated subject to donor-imposed restrictions and those promises to give for which there are time restrictions.

The Foundation has no permanently restricted net assets.

C. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Foundation considers demand deposits, time deposits, and certificates of deposits of an original maturity of three months or less to be cash equivalents.

**LOUISIANA DELTA COMMUNITY COLLEGE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2006 AND 2005**

D. Pledges Receivable

Pledges receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts by charging contribution support and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to pledges receivable.

E. Contributions

In accordance with Statement of Financial Accounting (SFAS) No. 116, *Accounting for Contributions Received and Contributions Made*, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor-imposed restrictions. Contributions are recognized as support when received or when an unconditional promise to give is received.

F. Functional Expenses

Expenses that can be identified with a specific program or support service are allocated directly to that function according to their natural expenditure classification. Other expenses that are common to several functions are allocated by various statistical bases.

G. Tax Exempt Status

The Foundation is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for Federal income taxes. Contributions to the Foundation are tax deductible with limitations prescribed by the Code.

H. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**LOUISIANA DELTA COMMUNITY COLLEGE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2006 AND 2005**

Note 3 - Cash and Investment

At June 30, 2006, the Foundation had its funds on deposit at one financial institution, all of which were fully insured by FDIC.

The Foundation's investment is a five year certificate of deposit which matures on July 14, 2008. Interest is compounded monthly at 2.71%.

Note 4 - Pledges Receivable

At June 30, 2005, the Foundation had a \$7,000 receivable in unconditional promises to give by donors. This amount was collected during the subsequent year. The Foundation did not have any receivables outstanding at June 30, 2006.

Supplementary Information

LOUISIANA DELTA COMMUNITY COLLEGE FOUNDATION
SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2006

	Program Services			Supporting Services		Total Expenses
	Scholarships	Workforce Development	Program Services	Management and General		
Scholarships	\$ 5,431	\$ -	\$ 5,431	\$ -	\$	5,431
Accounting and Auditing	-	-	-	1,394		1,394
Advertising and Sponsorships	-	-	-	300		300
Bank Charges	-	-	-	135		135
Conferences and Meetings	-	-	-	667		667
Dues and Subscriptions	-	-	-	250		250
Gifts and Acknowledgements	-	-	-	600		600
Insurance	-	-	-	2,812		2,812
Marketing	-	5,856	5,856	-		5,856
Office Expense	-	-	-	325		325
Total Functional Expenses	\$ 5,431	\$ 5,856	\$ 11,287	\$ 6,483	\$	17,770

LOUISIANA DELTA COMMUNITY COLLEGE FOUNDATION
SCHEDULE OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2005

	Program Services			Supporting Services		Total Expenses
	Scholarships	Workforce Development	Total Program Services	Management and General		
Scholarships	\$ 10,556	\$ -	\$ 10,556	\$ -	\$ 10,556	
Accounting and Auditing	-	-	-	4,136	4,136	
Advertising and Sponsorships	-	-	-	250	250	
Bad Debt Expense	-	-	-	2,500	2,500	
Bank Charges	-	-	-	128	128	
Conferences and Meetings	-	-	-	986	986	
Dues and Subscriptions	-	-	-	250	250	
Gifts and Acknowledgements	-	-	-	225	225	
Insurance	-	-	-	842	842	
Meetings and Meals	-	-	-	587	587	
Office Expense	-	-	-	157	157	
Postage and Delivery	-	-	-	56	56	
Taxes and Licenses	-	-	-	10	10	
Total Functional Expenses	\$ 10,556	\$ -	\$ 10,556	\$ 10,127	\$ 20,683	